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IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF WYOMING

In re:)	Chapter 11
)	
RED EAGLE OIL, INC.,)	Case No. 11-20857
)	
Debtor.)	
)	

**STATEMENT OF EXXONMOBIL OIL CORPORATION REGARDING DEBTOR'S
MOTION FOR ENTRY OF ORDER AUTHORIZING USE OF CASH COLLATERAL**

Pursuant to the Court's request, ExxonMobil Oil Corporation ("*Exxon*") submits this statement of its position regarding the Debtor's Motion for Entry of Order Authorizing Use of Cash Collateral.

Exxon raised an informal, limited objection to the Debtor regarding the scope of the replacement liens to be provided to Pinnacle Bank as adequate protection. The Debtor resolved Exxon's informal objection by including clarifying language in its proposed Cash Collateral Order. Exxon has no objection to entry of a cash collateral order provided that it contains language regarding Pinnacle Bank's replacement liens substantially similar to that included in the Debtor's proposed Cash Collateral Order.

DATED: August 8, 2011.

Respectfully submitted,

HOLLAND & HART LLP

/s/ Isaac N. Sutphin

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CERTIFICATE OF SERVICE

I hereby certify that the foregoing document was served August 8, 2011 by CM/ECF or U.S. Mail, postage prepaid, addressed to the following:

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